

**SECRET**

ADSO

2 June 1948

Assistant General Counsel

Monthly Progress Report - May 1948

1. Submitted herewith is the report of activities of the Office of General Counsel relating to the Office of Special Operations. Those general functions of this office, outlined in the report of 2 December 1947, are substantially the same.

2. As you are aware, the Special Funds Regulations were signed by the Director to be effective 1 June 1948. These Regulations will be watched carefully by all concerned to keep them current in accordance with existing policy. Since the Regulations were set up in such a manner to be amended easily, this will be a simple and continuing task.

3. This office has been concerned with establishing the necessary arrangements to place in operation a new group hospitalization insurance plan. This plan would make benefits available to OSO employees stationed abroad with appropriate security.

4. Considerable preparatory work has been done on proposed contracts to be signed by . There has been an attempt to incorporate into these new contracts the benefits of lessons learned from previous contracts.

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5. There has been drafted the first contract for a career agent. This contract incorporates the features authorized in the over-all directive concerning career agents. The particular contract will be placed in final form within the next few days. We are informed that there will be a number of contracts of this nature within the near future.

6. There is a continuing flow of items of old business; claims resulting from war time activities. Attempts are made to handle these items as expeditiously as possible. However, more time is required on such items than is normally warranted, due to the necessity of searching records which are not completely indexed.

JOHN S. WARNER

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